

IN THE UNITED STATES DISTRICT COURT
FOR THE WESTERN DISTRICT OF WISCONSIN

JACK LEDBETTER,

Plaintiff,

ORDER

v.

18-cv-290-wmc

MARTIN O'MALLEY,
Commissioner of Social Security,

Defendant.

On September 29, 2021, the court issued an order and judgment remanding this case to the commissioner for further proceedings under sentence four of 42 U.S.C. § 405(g) pursuant to stipulation of the parties. Now before the court is plaintiff Jack Ledbetter's attorney's petition for fees pursuant to § 406(b)(1) in the amount of \$8,672.28. (Dkt. #25.) Defendant does not object to this motion. (*Id.*)

Fees under 42 U.S.C. § 406

As part of its judgment, a court may allow "a reasonable fee . . . not in excess of 25 percent of the . . . past-due benefits" awarded to the claimant. § 406(b)(1)(A). The fee is payable "out of, and not in addition to, the amount of [the] past-due benefits." *Id.* Counsel asks the court to approve an attorney fee award in the gross amount of \$8,672.28, which represents 25 percent of the Supplemental Security Income that was awarded to plaintiff in past-due benefits.¹ Having considered the supporting materials filed by plaintiff's attorney,

¹ The court notes that this 25 percent fee award is \$14,672.28; however, another attorney was previously awarded EAJA fees in the amount of \$6,000.00, and in the interest of not exceeding the 25% amount withheld, Attorney Schultz is only requesting the remaining amount of \$8,672.28. The court also notes that Attorney Schultz was previously awarded \$7,700 in EAJA fees (dkt. #24).

and hearing no objection from plaintiff or defendant, the court will grant the motion. The fees requested by counsel are reasonable in light of the time he and members of his firm spent on this case and the favorable result he obtained for plaintiff while working on a contingency basis.

Of course, counsel is not allowed to recover both awards. Section 406(b) has been harmonized with the EAJA; though fee awards may be made under both the EAJA and § 406(b), a claimant's attorney must refund to the claimant the amount of the smaller fee. *Gisbrecht v. Barnhart*, 535 U.S. 789, 796 (2002) (explaining that “an EAJA award offsets an award under Section 406(b)”).

ORDER

IT IS ORDERED that:

1. Counsel's motion for attorney fees under 42 U.S.C. § 406(b)(1) (dkt. #25) is GRANTED.
2. The court approves representative fees under § 406(b) in the gross amount of \$8,672.28.
3. Counsel may retain the \$7,700.00 previously awarded in EAJA fees in partial satisfaction of the § 406(b) award.
4. The net amount of \$972.28 shall be disbursed by the Commissioner from any of plaintiff's past-due benefits being withheld and in accordance with agency policy.

Entered this 30th day of September, 2024.

BY THE COURT:

/s/

WILLIAM M. CONLEY
District Judge